

Daily Financial Market Update

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FIXED INCOME MARKET

Money Markets

Interbank system liquidity slipped into a deficit with an open balance of -ca ₦320.16billion, significantly lower than yesterday's opening balance of ca ₦54.03 billion. Thus, the Overnight Policy Rate (OPR) and Overnight (ON) rates trended higher to settle at 12.50% and 12.50% from 12.00% and 12.38%, respectively.

Treasury Bills

The Treasury bills secondary market had another quiet session, albeit with offers seen on 29 September NTB papers and 7 February OMO papers at 3.20% and 4.40%, respectively. Overall, the average rate held steady, day-on-day to settle at 3.56%.

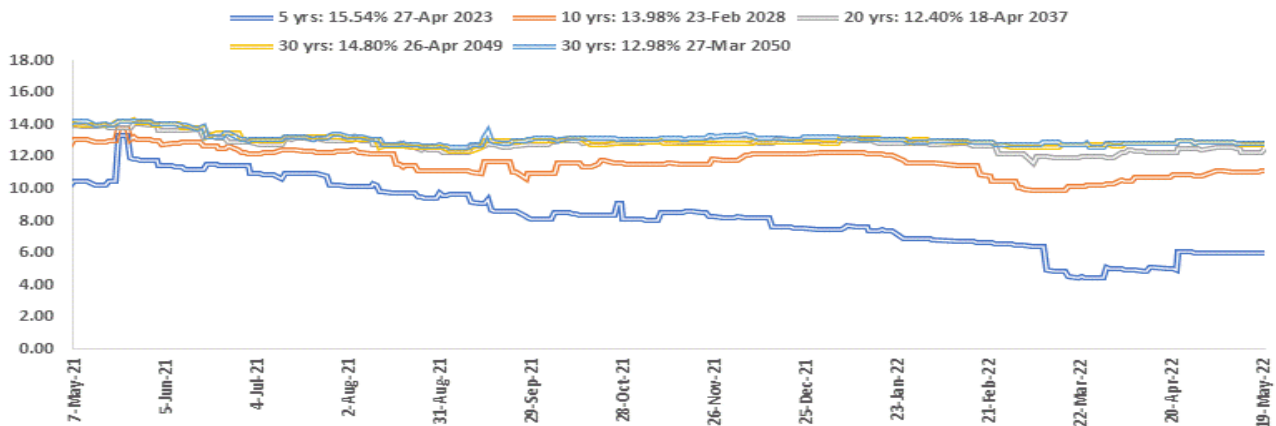
Bonds

The FGN bonds secondary market traded with mixed sentiments, with buy-side interest seen on 2026s, 2027s, and 2029s, but offers were c.15bps wide, while the 2032s and 2042s continue to see offers at 12.43% and 12.95% respectively. The widening spreads ensured there were very few trades executed, thus, the average yield dipped marginally by 2bps, day-on-day to settle at 11.54%.

Eurobonds

Bearish sentiment dominated the SSA sovereign Eurobond curve, with most papers trading at massive discounts. Ghana 2026s reached its highest level in more than six years (c.22%), with the rest of the curve shedding c.2.75 pts, the Nigerian sovereign curve also fell more than 2 p, as growth concerns spurred global risk off tone. Overall, the average yield settled at 13.25%.

Benchmark Bond Yields



Macroeconomic Indicators

Indicators	
Inflation % (April 2022)	16.82 (+7.61 ytd)
PMI (December 2020)	49.60
MPR (%)	11.5 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	110.55 (+1.32% d/d)
External Reserve (US\$'billion)	38.84 (-4.15% ytd)
GDP % (Q4 2021)	+3.98% (Q4 2020: +3.40% y/y)

Source: NBS,CBN, AICO Capital

T-Bills and Bond Statistics

Benchmark T-Bills Discount Rates			
	19-May-22	18-May-22	Change in Rates
84 days	2.97%	2.97%	→ 0.00%
175 days	3.55%	3.55%	→ 0.00%
294 days	4.51%	4.51%	→ 0.00%

Source: FMDQ DQL for 19 May 2022

Benchmark FGN Bond Yields			
	19-May-22	18-May-22	Change in Yield
10 yrs: 13.98% 23-Feb-2028	11.18%	11.20%	↓ -0.02%
20 yrs: 16.25% 18-Apr-2037	12.51%	12.24%	↑ 0.27%
20 yrs: 13.00% 21-Jan-2042	13.00%	13.00%	→ 0.00%
30 yrs: 14.80% 26-Apr-2049	13.05%	13.05%	↑ 0.00%
30 yrs: 12.98% 27-Mar-2050	12.86%	12.86%	→ 0.00%

Source: FMDQ DQL for 19 May 2022

Benchmark FGN Eurobond Yields			
	19-May-22	18-May-22	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	23.90%	19.55%	↑ 4.35%
5 yrs: NGERIA 6 3/8 07/12/23	9.29%	8.30%	↑ 0.99%
10 yrs: NGERIA 6 1/2 11/28/27	11.74%	11.09%	↑ 0.65%
15 yrs: NGERIA 7.875 02/16/32	12.63%	12.08%	↑ 0.55%
30 yrs: NGERIA 9.248 01/21/49	12.81%	12.54%	↑ 0.27%
7.125% ECOTRAN 16/02/26	9.39%	9.38%	↑ 0.01%

Source: FMDQ DQL for 19 May 2022

Aim higher. Reach further ▶

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Equities

The domestic equities market reversed the bearish trend to close the day in the green, as the Nigerian Stock Exchange All Share Index (NGX ASI) gained 1.05% day-on-day to close at 53,275.49pts, while year-to-date returns rose to ca +24.72%. Buyside interests were observed in stocks like MTN Nigeria Communications Plc (+5.68%), Access Holdings Plc (+2.06%), and Lafarge Africa Plc (+1.59%), respectively.

The NGX Industrial Index gained ca 0.14% while the NGX Oil & Gas, Banking, Oil & Gas, and Consumer Goods indices lost ca 0.79%, 0.76% and 0.23% day-on-day, respectively.

Transcorp Corporation of Nigeria Plc led the volume chart with ca 48.38 million units while MTN Nigeria Communications Plc topped the value charts with ca ₦5.49 billion worth of trades.

AICO Money Market Fund (AMMF)	
Net Yield (As at current date)	8.32%
Added Benefit	Personal accident insurance cover

	D-o-D	W-o-W	MTD	YTD
NGSEINDEX Index	↑ 1.05%	↑ 0.68%	↑ 7.33%	↑ 24.72%
NSE Banking Index	↓ -0.76%	↓ -0.08%	↓ -0.98%	↑ 6.03%
NSE Insurance Index	↓ -1.33%	↑ 0.32%	↓ -2.27%	↓ -4.77%
NSE Industrial Goods Index	↑ 0.14%	↓ -0.72%	↑ 4.95%	↑ 14.20%
NSE Consumer Goods Index	↓ -0.23%	↓ -1.58%	↑ 11.74%	↑ 17.21%
NSE Oil & Gas Index	↓ -0.79%	↑ 4.50%	↑ 5.43%	↑ 60.24%

Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
TRANSCO HOT	5.89	0.53	↑ 9.89%
BETAGLAS	62.55	5.55	↑ 9.74%
MCNICHOLS	1.94	0.17	↑ 9.60%
VERITASKAP	0.23	0.02	↑ 9.52%
MULTIVERSE	0.24	0.02	↑ 9.09%

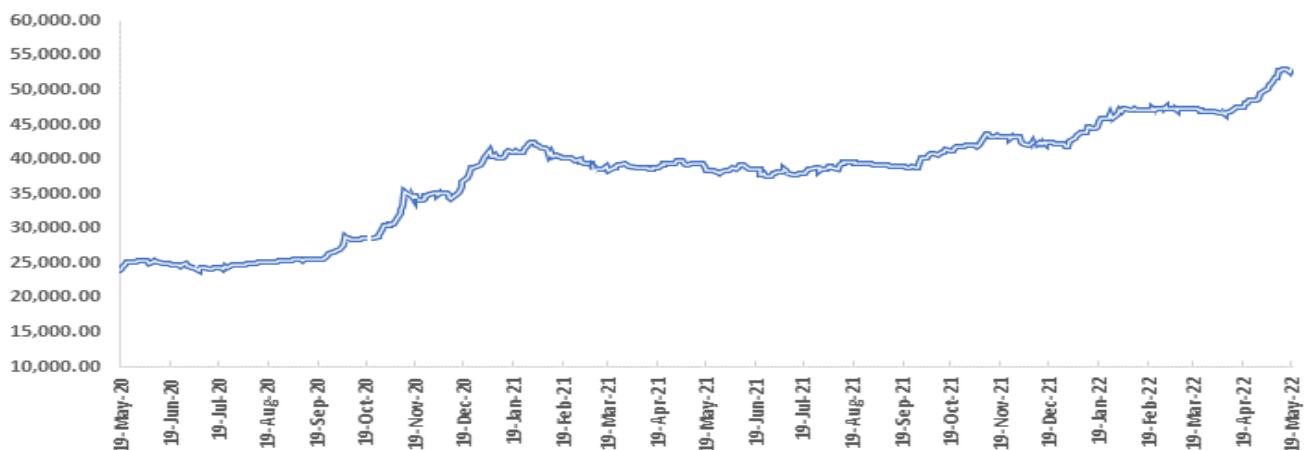
Source: NGX, AICO Capital

Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
CONOIL	28.35	-3.15	↓ -10.00%
ETERNA	6.60	-0.70	↓ -9.59%
PRESTIGE	0.40	-0.04	↓ -9.09%
CHAMS	0.22	-0.02	↓ -8.33%
ROYALEX	1.26	-0.10	↓ -7.35%

Source: NGX, AICO Capital

NSE All Share Index



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